

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3857-01
Bill No.: HB 1541
Subject: Interstate Cooperation; State Tax Commission; Taxation and Revenue - General,
Property, Sales and Use
Type: Original
Date: 02/21/02

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Blind Pension	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on <u>All</u> State Funds	(Unknown)	(Unknown)	(Unknown)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Political subdivisions	(Unknown)	(Unknown)	(Unknown)
Local Government	(Unknown)	(Unknown)	(Unknown)

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the State Auditor, Department of Transportation, Department of Revenue, and the Department of Economic Development, Division of Motor Carrier and Railway Safety**, assume no fiscal impact to their organizations.

Officials from the **State Tax Commission** assume they are unable to estimate the fiscal impact to the Blind Pension Fund or to political subdivisions because they have no information on what areas have transportation districts, no idea of knowing how much personal property they currently hold, nor any way of estimating how many of these districts would opt in and to what extent.

Oversight assumes there would be an unknown fiscal impact to certain political subdivisions where property subject to this proposal is located. The state's Blind Pension Fund would also be impacted, by approximately one-half of one percent of the political subdivision impact. This proposal would also affect total state revenue by the amount of the Blind Pension Fund impact.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
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BLIND PENSION FUND

Loss - reduction in property tax revenues	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
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ESTIMATED NET EFFECT ON BLIND PENSION FUND	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
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POLITICAL SUBDIVISIONS

Loss - reduction in property tax revenues	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
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ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
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FISCAL IMPACT - Small Business

This proposal would have a fiscal impact on small businesses which lease equipment to the interstate compact agencies.

DESCRIPTION

This proposal would creates a tax exemption for qualified transactions involving property leased or transferred by certain interstate compact agencies.

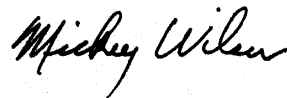
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. This proposal would affect total state revenue./

SOURCES OF INFORMATION

Department of Revenue
State Tax Commission
Department of Transportation
Department of Economic Development
Division of Motor Carrier and Railway Safety
Office of the State Auditor

NOT RESPONDING

Office of Administration
Division of Budget and Planning



Mickey Wilson, CPA
Acting Director
February 21, 2002